COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE JOINT APPLICATION OF LOUISVILLE)	
GAS AND ELECTRIC COMPANY AND)	
KENTUCKY UTILITIES COMPANY DEMAND-	-)	
SIDE MANAGEMENT FOR THE REVIEW,)	CASE NO. 2007-00319
MODIFICATION, AND CONTINUATION OF)	
ENERGY EFFICIENCY PROGRAMS AND)	
DSM COST RECOVERY MECHANISMS)	

ORDER

On July 19, 2007, Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") filed their proposed Energy Efficiency Program Plan and their proposed Demand Side Management ("DSM") cost recovery tariffs. The Attorney General, through his Office of Rate Intervention ("AG"), and the Community Action Council for Lexington-Fayette, Bourbon, Harrison and Nicholas Counties, Inc. ("CAC") were granted intervention in this proceeding. LG&E and KU's current DSM mechanism, approved in Case No. 2000-00459¹ will expire at the end of 2007. Each of the parties in this case has, at some point, requested a revision and extension of the Commission's original procedural schedule. Under the current procedural schedule, the parties have until November 30, 2007 to request a hearing. Regardless of whether one of the parties requests a hearing, it is unlikely that the Commission will complete its review and issue

¹ Case No. 2000-00459, The Joint Application of the Louisville Gas and Electric Company and Kentucky Utilities Company for the Review, Modification and Continuation of DSM Programs and Cost Recovery Mechanisms, Order dated May 11, 2001.

its order by December 31, 2007. The Commission will, therefore, on its own motion

allow the current set of programs to continue and allow LG&E and KU to recover costs

under their existing tariffs until such time as the Commission issues its Order in this

case.

IT IS THEREFORE ORDERED that LG&E and KU shall continue their current

DSM programs and their recovery of costs under their current tariffs after December 31,

2007 until the Commission issues its Order in this case.

Done at Frankfort, Kentucky, this 30th day of November, 2007.

By the Commission

Commissioner Clark Abstains

ATTEST:

Executive Director